

Mr. Jeff DeRouen Executive Director Kentucky Public Service Commission 211 Sower Boulevard Frankfort, Kentucky 40602-0615

May 20, 2011



LG&E and KU Energy LLC
State Regulation and Rates
220 West Main Street
PO Box 32010
Louisville, Kentucky 40232
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Rick E. Lovekamp Manager - Regulatory Affairs T 502-627-3780 F 502-627-3213 rick.lovekamp@|ge-ku.com

Re: Joint Application of PPL Corporation, E.ON AG, E.ON US Investments Corp., E.ON U.S. LLC, Louisville Gas and Electric Company, and Kentucky Utilities Company for Approval of an Acquisition of Ownership and Control of Utilities Case No. 2010-00204

## Dear Mr. DeRouen:

Pursuant to the September 30, 2010 Order of the Kentucky Public Service Commission ("Commission") in Case No. 2010-00204, Louisville Gas and Electric Company ("LG&E") and Kentucky Utilities Company ("KU") (jointly the "Companies") hereby notify the Commission of the declaration of payments of dividends from the Companies to LG&E and KU Energy LLC ("LKE"). This notification is being made pursuant to Appendix C, Commitment No. 20 to the Commission's Order dated September 30, 2010 in the above-captioned proceeding.

The Companies hereby notify the Commission of a dividend payment from LG&E to LKE in the amount of \$25 million and of a dividend payment from KU to LKE in the amount of \$37 million, both payable on or about June 29, 2011. Please note that, in connection with the close of the PPL acquisition and for GAAP reporting purposes only, retained earnings for LG&E and KU were set to zero on November 1, 2010. However, for regulatory accounting purposes, retained earnings were not re-set and the expected dividend payments would not exceed 5% of that threshold amount.

Please confirm your receipt of this filing by placing the File Stamp of your Office with date received on the extra copy and returning it to me in the enclosed envelope. Should you have any questions regarding the information filed herewith, please call me or Don Harris at (502)627-2021.

Sincerely,

Rick E. Lovekamp

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